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# DOMINION AND ANGLO INVESTMENT CORPORATION LIMITED

AUG 26 1963

## BOARD OF DIRECTORS:

HENRY R. JACKMAN, ESQ., Q.C.

HENRY E. LANGFORD, ESQ., Q.C.

J. GERALD GODSOE, ESQ., C.B.E., Q.C., LL.D.

MALCOLM D. RICHARDSON, ESQ.

HENRY N. R. JACKMAN, ESQ.

## OFFICERS:

HENRY R. JACKMAN, *President.*

HENRY N. R. JACKMAN, *Secretary.*

HENRY E. LANGFORD, *Vice-President.*

CECIL E. JOLLY, *Treasurer*

*Copy Report  
New?*

## Bankers:

THE BANK OF NOVA SCOTIA

## Auditors:

PRICE WATERHOUSE & Co., TORONTO

## Transfer Agent and Registrar:

CHARTERED TRUST COMPANY, TORONTO

## REPORT OF THE DIRECTORS:

### TO THE SHAREHOLDERS:

Your Directors submit herewith their Thirty-Fifth Annual Report together with Audited Accounts for the year ended April 30, 1963.

Interest and dividends received amounted to \$464,757.76 compared with \$496,709.94 for the preceding fiscal year. After providing for expenses, interest and income taxes, the net income for the year amounted to \$257,079.26 compared with \$283,096.40 for the year ended April 30, 1962.

Regular quarterly dividends have been paid on the 5% Cumulative Preferred Stock, and a dividend of 40¢ per share on the no par value Common Stock was paid on April 30, 1963. Earned Surplus as of April 30, 1963 stood at \$374,695.63 as compared with \$373,616.37 the previous year.

The net realized profit on the sale of investments during the year amounted to \$530,609.40 as compared with \$1,929,800.27 for the year ended April 30, 1962. This amount has been transferred to Capital Surplus which now stands at \$7,710,250.50 as compared with \$7,176,293.60.

Your Directors report that the net liquidating value of the Company's assets based on market quotations as of April 30, 1963, after deducting First Secured Bonds was \$12,833,882.21 compared with \$12,257,436.79 as of April 30, 1962. This amount was equivalent to \$1,283.39 behind each share of Preferred Stock and compared with \$1,225.74 as of April 30, 1962. After deducting the Preferred Stock at par, the liquidating value of the Common Stock was \$22.98 per share as compared with \$21.86 as of April 30, 1962.

Your Directors deeply regret the passing of Colonel K. R. Marshall, C.M.G., D.S.O., V.D., Commander Order of St. John, who served the Company as a Director since 1956. His sound advice and deep interest will be greatly missed. Mr. Henry N. R. Jackman, B.A., LL.B., was elected a Director of the Company during the year.

A Comparative Summary of the Company's progress since its inception appears on Page 4.

Respectfully submitted on behalf of the Board.

H. R. JACKMAN,  
*President.*

July 23rd, 1963  
44 King Street West,  
Toronto 1, Ontario.

## LIMITED

APPROVED ON BEHALF OF THE BOARD:

Auditors' Report to the Shareholders of DOMINION AND ANGLO INVESTMENT CORPORATION LIMITED:

We have examined the books and accounts of Dominion and Anglo Investment Corporation Limited for the year ended April 30, 1963 and have obtained all the information and explanations which we required. We confirmed the balances at banks and verified the existence of the investments either by actual inspection or by certificates from the custodians.

In our opinion, and according to the best of our information and the explanations given to us and as shown by the books of the company, the above balance sheet and related statements of income and expenses and of surpluses are properly drawn up so as to exhibit a true and correct view of the state of the company's affairs as at April 30, 1963 and of the income and expenses for the year then ended, in conformity with accepted accounting principles applied on a basis consistent with that of the preceding year.

PRICE WATERHOUSE & CO.,  
*Chartered Accountants.*

TORONTO, June 19, 1963.

# STATEMENT OF SURPLUSES

FOR THE YEAR ENDED APRIL 30, 1963

## DISTRIBUTABLE SURPLUS

(Balance remaining of account created as such at inception of corporation in 1930)

Balance unchanged since May 1, 1935..... \$ 219,300.88

## CAPITAL SURPLUS

(Principally gains, less losses on realization of investments since 1935)

Balance as at May 1, 1962..... \$7,176,293.60

Add—

Discount on purchase of \$33,500 4% First Secured Bonds, due April 1, 1970.... \$ 3,347.50

Capital gains, less losses, on realization of investments..... 530,609.40

533,956.90

Balance as at April 30, 1963..... \$7,710,250.50

## EARNED SURPLUS

(Accumulated net income from investments less dividends paid or provided for)

Balance as at May 1, 1962..... \$ 373,616.37

Add—

Net Income for the year ended April 30, 1963..... 257,079.26

\$ 630,695.63

Less—Dividends paid or provided for at the rate of:

5% on preferred shares..... \$ 50,000.00

40¢ per share on common stock..... 206,000.00

256,000.00

Balance as at April 30, 1963..... \$ 374,695.63

# STATEMENT OF INCOME AND EXPENSES

FOR THE YEAR ENDED APRIL 30, 1963

## INCOME:

Interest and dividends received from investments..... \$ 464,757.76

## EXPENSES:

Remuneration of executive officers..... \$ 18,000.00

Directors' fees..... 5,000.00

Other management expenses including rent, salaries and office expenses..... 27,415.12

50,415.12

\$ 414,342.64

## DEDUCT:

Interest on bonds and bank overdrafts..... \$117,393.64

Canadian and foreign income taxes..... 39,869.74

157,263.38

Net income for the year, carried to Earned Surplus..... \$ 257,079.26

# DOMINION AND ANGLO INVESTMENT CORPORATION

LIMITED

## FINANCIAL SUMMARY

|                   | 1963       | 1962       | 1959       | 1954       | 1949       | 1944       | 1939       | 1934      | 1929       |
|-------------------|------------|------------|------------|------------|------------|------------|------------|-----------|------------|
| Gross Income..... | \$ 464,738 | \$ 496,710 | \$ 454,635 | \$ 243,473 | \$ 197,240 | \$ 130,440 | \$ 105,193 | \$ 60,120 | \$ 131,482 |
| Net Income.....   | (237,079)  | (285,096)  | 256,261    | 203,317    | 174,912    | 112,641    | 88,672     | 49,881    | 114,288    |

|  |       |       |       |       |       |       |       |       |       |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| Average Yield on Government of Canada Bonds due or callable after ten years—excluding perpetuals, for fiscal year ending April 30..... | 5.20% | 4.76% | 4.48% | 3.04% | 2.92% | 2.98% | 3.07% | 4.38% | 4.63% |
|--|-------|-------|-------|-------|-------|-------|-------|-------|-------|

|   |        |        |        |        |       |       |       |       |       |
|---|--------|--------|--------|--------|-------|-------|-------|-------|-------|
| Actual Rate of Gross Earnings on Share Capital Outstanding..... | 16.38% | 17.86% | 15.80% | 12.17% | 9.64% | 5.79% | 4.58% | 2.50% | 5.25% |
|---|--------|--------|--------|--------|-------|-------|-------|-------|-------|

### CAPITALIZATION

|  |             |             |             |             |             |             |             |             |             |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Funded Debt.....                             | \$2,871,000 | \$2,904,500 | \$2,963,500 |             |             |             |             |             |             |
| Preferred Shares* 5% Cum. Par Value \$100.00 | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   |
| Common Shares N.P.V. amount contributed      | 1,120,000   | 1,120,000   | 1,120,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   | 1,000,000   |
|  | \$4,991,000 | \$5,024,500 | \$5,083,500 | \$2,000,000 | \$2,056,300 | \$2,249,500 | \$2,229,000 | \$2,400,000 | \$2,500,000 |

|   |              |              |              |             |             |             |             |             |             |
|---|--------------|--------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|
| NET VALUE OF COMPANY'S ASSETS at Market Value less Bonds Outstanding..... | \$12,833,882 | \$12,257,437 | \$10,678,940 | \$5,934,359 | \$3,063,053 | \$2,250,325 | \$1,773,445 | \$1,487,525 | \$2,585,000 |
|---|--------------|--------------|--------------|-------------|-------------|-------------|-------------|-------------|-------------|

|                   |            |            |            |          |          |          |          |          |          |
|-------------------|------------|------------|------------|----------|----------|----------|----------|----------|----------|
| Liquidating Value |            |            |            |          |          |          |          |          |          |
| Preferred.....    | \$1,283.39 | \$1,225.74 | \$1,067.89 | \$593.43 | \$289.98 | \$180.10 | \$136.94 | \$106.25 | \$172.33 |
| Common†.....      | \$ 22.98   | \$ 21.86   | \$ 18.79   | \$ 9.87  | \$ 4.01  | \$ 2.00  | \$ 0.96  | \$ 0.175 | \$ 2.17  |

\*After purchase in the market of preferred shares from time to time.  
†Adjusted for 50-for-1 split on September 27th, 1960.